

**FY 2002-03
Budget Detail
for
SAFETY AND DEFENSE**

**Military and Veterans Affairs
State Police**

**Summary: Enacted Appropriation
FY 2002-03 Military and Veterans Affairs
House Bill 5649
Public Act 514 of 2002**

Analyst: Kyle I. Jen

						<u>Change from YTD at 5/10/02</u>	
	2001-02 YTD (as of 5/10/02)	Executive	House	Senate	Enacted	FTEs/Dollars	%
FTEs	1,090.5	1,079.0	1,135.0	1,079.0	1,079.0	(11.5)	(1.1)
Gross	\$100,487,975	\$104,237,500	\$107,837,600	\$104,265,300	\$103,364,700	\$2,876,725	2.9
IDG/IDT	\$110,000	\$200,000	\$200,000	\$200,000	\$200,000	\$90,000	81.8
Federal	\$36,556,100	\$39,114,500	\$47,214,500	\$38,614,500	\$39,114,500	\$2,558,400	7.0
Local	\$0	\$0	\$0	\$0	\$0	\$0	n/a
Private	\$530,000	\$530,000	\$530,000	\$530,000	\$530,000	\$0	0.0
Restricted	\$23,252,400	\$23,437,600	\$23,437,600	\$23,437,600	\$23,437,600	\$185,200	0.8
GF/GP	\$40,039,475	\$40,955,400	\$36,455,500	\$41,483,200	\$40,082,600	\$43,125	0.1

OVERVIEW

The Department of Military and Veterans Affairs is charged with the training and administration of Army and Air National Guard forces, providing combat-ready military forces during times of national emergency, and performing civil relief operations under the command of the Governor during state emergencies. The Department also has oversight over the following veterans-related programs: state-licensed nursing care at veterans homes in Grand Rapids and Marquette, grant funding to veterans service organizations, and the Michigan Veterans Trust Fund.

Major Budget Changes from FY 2001-02 YTD Appropriations:

		<u>House</u>	<u>Senate</u>	<u>Enacted</u>
1. Grants to Veterans Service Organizations	Gross	\$891,625	\$919,525	\$919,525
Restores grants to pre-Executive Order FY 2001-02 levels and includes increase of \$27,900 for Catholic War Veterans.	GF/GP	\$891,625	\$919,525	\$919,525
2. Military Retirement	Gross	\$175,100	\$175,100	\$175,100
Reflects projected cost increases for statutorily-required \$600 payments to retired National Guard members and special duty officer retirement payments.	GF/GP	\$175,100	\$175,100	\$175,100
3. D.J. Jacobetti Veterans Home - Cost Increases	Gross	\$87,500	\$87,500	\$87,500
Includes projected cost increases for electric utility and housekeeping services at the home.	GF/GP	\$87,500	\$87,500	\$87,500
4. Grand Rapids Veterans Home - Medicaid	FTEs	55.0	0.0	0.0
Rejects original Executive plan to achieve full Medicaid certification as infeasible; instead, offsets GF/GP with smaller amount of Medicaid revenue.	Gross	\$3,600,000	\$0	\$0
	Federal	8,600,000	0	500,000
	GF/GP	(\$5,000,000)	\$0	(\$500,000)
5. Lump Sum Payments	Gross	(\$331,600)	(\$331,600)	(\$331,600)
Removes \$375 lump sum payments made to state employees in current year.	Federal	(124,200)	(124,200)	(124,200)
	Restr	(77,300)	(77,300)	(77,300)
	GF/GP	(\$130,100)	(\$130,100)	(\$130,100)

Major Budget Changes from FY 2001-02 YTD Appropriations:

		<u>House</u>	<u>Senate</u>	<u>Enacted</u>
6. 1997 Early Retirement	Gross	(\$76,100)	(\$76,100)	(\$76,100)
Removes appropriation (made over five-year period) for leave payouts associated with 1997 early retirement package.	Federal	(17,300)	(17,300)	(17,300)
	Restr	(15,700)	(15,700)	(15,700)
	GF/GP	(\$43,100)	(\$43,100)	(\$43,100)
7. 2002 Early Retirement	Gross	\$0	(\$100)	(\$463,200)
Includes negative appropriation reflecting 1:4 replacement of GF/GP-funded early retirees—with an exemption for direct care workers at the two veterans homes (1:1 replacement); reductions to be applied to specific line items through legislative transfer process.	GF/GP	\$0	(\$100)	(\$463,200)
8. Budgetary Savings	Gross	\$0	\$0	(\$409,600)
Includes negative appropriation equal to 1.0% of Revised Executive Recommendation GF/GP; reductions to be applied to specific line items through legislative transfer process.	GF/GP	\$0	\$0	(\$409,600)
9. Headquarters and Armories	Gross	\$0	\$0	(\$27,900)
Reduces Headquarters and Armories line item to offset grant increase for Catholic War Veterans (see Item 1 above).	GF/GP	\$0	\$0	(\$27,900)
10. Information Technology	FTEs	(10.0)	(11.0)	(11.0)
Transfers \$1.2 million in appropriations for information technology functions to new appropriations unit; funds to be passed through as IDG to new Department of Information Technology (DIT). Reflects transfer of 11 positions to DIT's authority.	Gross	\$0	\$0	\$0
	GF/GP	\$0	\$0	\$0
11. National Guard Maintenance	Gross	\$1,998,000	\$1,998,000	\$1,998,000
Reflects expected increase in federal funding for maintenance at National Guard facilities.	Federal	1,998,000	1,998,000	1,998,000
	GF/GP	\$0	\$0	\$0
12. Economic Adjustments	Gross	\$1,115,700	\$1,115,700	\$1,115,700
Includes 2.0% increase for salaries and wages and other standard adjustments.	Federal	371,900	371,900	371,900
	Restr	278,200	278,200	278,200
	GF/GP	\$465,600	\$465,600	\$465,600

Major Boilerplate Changes from FY 2001-02:***Sec. 206. Contingency Funds***

Increases federal contingency funds from \$2.9 million to \$5.0 million and state restricted contingency funds from \$1.5 million to \$2.0 million.

Sec. 212. National Guard Education Assistance Program

Increases disbursement limit for tuition payments to \$2.0 million.

Sec. 213. Armory Closure or Consolidation (New)

Requires Department to consult with appropriations subcommittees regarding the projected closing or consolidation of any National Guard armories.

Sec. 259. Information Technology - User Fees (New)

Provides that funds appropriated for Information Technology be paid as user fees to Department of Information Technology, subject to an interagency agreement.

Sec. 260. Information Technology - Work Projects (New)

States that funds appropriated for Information Technology may be designated as work projects under the Management and Budget Act.

Sec. 261. Early Retirement and Budgetary Savings (New)

Provides for transfer of negative appropriations for early retirement and budgetary savings to line items in which savings are realized.

Major Boilerplate Changes from FY 2001-02:

Sec. 302(2). Challenge Program - Payment by Parents (New)

Allows Department to charge a parent or guardian of a Challenge Program participant an amount up to the per-student state share of program costs; specifies income threshold of 200% of federal poverty guidelines.

Sec. 303. Oak Park Armory Reappraisal

States that section does not amend Michigan Military Act.

Sec. 304. Challenge Program - Partnership with Family Independence Agency (FIA) (New)

Directs Department to partner with FIA to identify eligible youth for the program, with such youth to be given priority for enrollment in the program.

Sec. 401. National Guard Armory Construction Fund

Removes language appropriating funds from National Guard Armory Construction Fund.

Sec. 502. Veterans of World War I

Removes language calling for provision of services to veterans of World War I.

Sec. 604. Board of Managers Appropriations

Removes language specifying work project status for veterans home board of managers appropriations.

Sec. 701. Veterans Benefit Review Hearing

Removes language providing for a veterans benefit review hearing.

Summary: Enacted Appropriation
FY 2002-03 State Police
House Bill 5650
Public Act 526 of 2002

Analyst: Kyle I. Jen

	<u>Change from YTD at 5/10/02</u>					
	2001-02 YTD (as of 5/10/02)	Executive	House	Senate	Enacted	
						FTEs/Dollars %
FTEs	3,651.5	3,441.5	3,443.5	3,448.5	3,448.5	(203.0) (5.6)
Gross	\$412,486,400	\$416,444,600	\$415,247,900	\$419,697,700	\$415,632,200	\$3,145,800 0.8
IDG/IDT	\$19,927,500	\$16,750,700	\$17,882,800	\$19,282,800	\$19,282,800	(\$644,700) (3.2)
Federal	\$44,770,700	\$45,570,500	\$45,570,500	\$45,570,500	\$45,570,500	\$799,800 1.8
Local	\$4,506,600	\$3,913,700	\$3,913,700	\$3,913,700	\$3,913,700	(\$592,900) (13.2)
Private	\$0	\$0	\$0	\$0	\$0	\$0 n/a
Restricted	\$50,661,600	\$60,626,900	\$57,212,900	\$59,862,900	\$59,816,900	\$9,155,300 18.1
GF/GP	\$292,620,000	\$289,946,800	\$290,668,000	\$291,067,800	\$287,048,300	(\$5,571,700) (1.9)

OVERVIEW

The Department of State Police engages in a wide range of law enforcement activities—including highway patrol, criminal investigations, forensic sciences, motor carrier enforcement, emergency management, highway safety planning, fire investigation and education, criminal justice data processing, and various specialized law enforcement services. The Department's responsibilities also include oversight of law enforcement standards in the state and administration of several grant programs for local law enforcement agencies.

Major Budget Changes from FY 2001-02 YTD Appropriations:

		<u>House</u>	<u>Senate</u>	<u>Enacted</u>
1. Secondary Road Patrol Grants	Gross	\$4,500,000	\$4,500,000	\$4,500,000
Reflects full-year phase-in of increased traffic citation assessment (from \$5 to \$10) and eliminates remaining GF/GP appropriation.	Restr	6,103,800	6,103,800	6,103,800
	GF/GP	(\$1,603,800)	(\$1,603,800)	(\$1,603,800)
2. Concealed Weapon Implementation	Gross	(\$1,000,000)	(\$1,000,000)	(\$1,000,000)
Removes appropriation for implementing statutory provisions regarding concealed weapon licenses.	GF/GP	(\$1,000,000)	(\$1,000,000)	(\$1,000,000)
3. Grant to City of Detroit	Gross	\$0	\$0	(\$721,100)
Eliminates grant (also see vetoed Sec. 701 below).	GF/GP	\$0	\$0	(\$721,100)
4. Fire Fighter Training	Gross	\$0	\$400,000	\$0
Excludes funds for fire fighter training programs provided by Michigan State University School of Industrial Relations.	GF/GP	\$0	\$400,000	\$0
5. Positions Reductions	FTEs	(40.0)	(40.0)	(40.0)
Eliminates 40 vacant positions (40.0 FTEs) to offset GF/GP compensation-related economic adjustments. Eliminated positions reflected in the following line items: 29 At-Post Troopers, 6 Security Guards, 5 Criminal Investigations.	Gross	(\$3,434,100)	(\$3,434,100)	(\$3,434,100)
	GF/GP	(\$3,434,100)	(\$3,434,100)	(\$3,434,100)

Major Budget Changes from FY 2001-02 YTD Appropriations:

		<u>House</u>	<u>Senate</u>	<u>Enacted</u>
6. Lump Sum Payments	Gross	(\$1,195,700)	(\$1,195,700)	(\$1,195,700)
Removes \$375 lump sum payments made to state employees in current year.	IDG/IDT	(70,900)	(70,900)	(70,900)
	Federal	(59,700)	(59,700)	(59,700)
	Restr	(123,000)	(123,000)	(123,000)
	GF/GP	(\$942,100)	(\$942,100)	(\$942,100)
7. 1997 Early Retirement	Gross	(\$206,800)	(\$206,800)	(\$206,800)
Removes appropriation (made over five-year period) for leave payouts associated with 1997 early retirement package.	IDG/IDT	(12,200)	(12,200)	(12,200)
	Federal	(5,500)	(5,500)	(5,500)
	Restr	(4,500)	(4,500)	(4,500)
	GF/GP	(\$184,600)	(\$184,600)	(\$184,600)
8. Budgetary Savings	Gross	\$0	\$0	(\$2,899,500)
Includes negative appropriation equal to 1.0% of Revised Executive Recommendation GF/GP; reductions to be applied to specific line items through legislative transfer process.	GF/GP	\$0	\$0	(\$2,899,500)
9. 2002 Early Retirement	Gross	\$0	(\$100)	\$1,000
Includes small positive adjustment for early retirement, rather than savings, to reflect offset of position vacancy savings (Item 5 above); legislative transfers may still be necessary to reflect line items in which savings actually occur. Early retirement calculations assume 1:4 position replacement.	GF/GP	\$0	(\$100)	\$1,000
10. Information Technology	FTEs	(155.0)	(157.0)	(157.0)
Transfers \$22.7 million in appropriations for information technology functions to new appropriations unit; funds to be passed through as IDG to new Department of Information Technology (DIT). Reflects transfer of 157.0 FTEs to DIT's authority.	Gross	\$0	\$0	\$0
	GF/GP	\$0	\$0	\$0
11. Anti-Terrorism Equipment Grants	Gross	\$2,750,100	\$2,750,100	\$2,750,100
Recognizes expected increase in federal revenue for anti-terrorism equipment grants to local units.	Federal	2,750,100	2,750,100	2,750,100
	GF/GP	\$0	\$0	\$0
12. DNA Processing Fees	Gross	\$1,600,000	\$1,600,000	\$1,600,000
Appropriates revenue from new DNA processing assessment for criminal convicts. Under statute, Department receives \$39 from \$60 assessment.	Restr	1,600,000	1,600,000	1,600,000
	GF/GP	\$0	\$0	\$0
13. Motor Carrier Enforcement - Federal	Gross	\$1,077,500	\$1,077,500	\$1,077,500
Appropriates additional federal revenue and matching funds (motor carrier fees) for commercial vehicle safety inspections.	Federal	860,500	860,500	860,500
	Restr	217,000	217,000	217,000
	GF/GP	\$0	\$0	\$0
14. Reimbursed Services	Gross	\$745,300	\$745,300	\$745,300
Appropriates additional revenue for various contractual services provided by Department to outside entities.	Restr	745,300	745,300	745,300
	GF/GP	\$0	\$0	\$0
15. Motor Carrier Enforcement - IDG	FTEs	(13.0)	(0.0)	(0.0)
Restores IDG funds from State Trunkline fund; funds appropriated, but not expended, in the current year for new motor carrier officer positions.	Gross	(\$1,400,000)	\$0	\$0
	IDG	(1,400,000)	0	0
	GF/GP	\$0	\$0	\$0
16. Fee-Related Restricted Funds	FTEs	0.0	(6.0)	(6.0)
Removes all but \$50,000 of licensing fee-related funds reflecting statutory transfer of private security guard and detective licensing responsibilities to Department of Consumer and Industry Services (see Secs. 503 and 1303 below).	Gross	(\$3,050,000)	(\$400,000)	(\$400,000)
	Restr	(3,050,000)	(400,000)	(400,000)
	GF/GP	\$0	\$0	\$0

Major Budget Changes from FY 2001-02 YTD Appropriations:

		<u>House</u>	<u>Senate</u>	<u>Enacted</u>
17. Economic Adjustments	Gross	\$5,811,000	\$5,811,000	\$5,811,000
Includes 2.0% increase for salaries and wages and other standard adjustments.	IDG/IDT	193,300	193,300	193,300
	Federal	114,300	114,300	114,300
	Restr	302,700	302,700	302,700
	GF/GP	\$5,200,700	\$5,200,700	\$5,200,700

Major Boilerplate Changes from FY 2001-02:**Sec. 213. Forfeiture Funds**

Removes section granting Department receive and expend authority for forfeiture funds.

Sec. 214. Citation Quota Prohibition

Removes section prohibiting law enforcement agencies receiving GF/GP funds from evaluating employees on the basis of motor vehicle citations issued.

Sec. 215. Sex Offenders Registry Website

Removes section providing for maintenance of sex offenders registry website.

Sec. 217. State Aircraft Plans

Removes section requiring coordination of state aircraft plans.

Sec. 221. School Violence Hotline

Adds language to allow Department to expend funds for promotion of hotline.

Sec. 222. At-Post Trooper Level

Restricts the use of funds appropriated in the At-Post Troopers line to trooper-related costs, requires the Department to conduct one or more trooper schools with the goal of graduating 110 troopers, and requires submission of a report, by November 15, 2002, on accomplishing that goal—including a plan outlining additional funding necessary if insufficient funds exist.

Sec. 224. Post Closure or Consolidation (New)

Requires Department to notify subcommittees not less than 180 days before recommending to close or consolidate any post.

Sec. 261. Early Retirement and Budgetary Savings (New)

Provides for transfer of negative appropriation for budgetary savings to line items in which savings are realized.

Sec. 262. Jackson Joint Facility - VETOED

States legislative intent that Department engage in cooperative efforts with local law enforcement agencies and requires a feasibility study on a joint facility for the Jackson State Police Post, Jackson County Sheriff's Department, and City of Jackson Police Department. Negative adjustment of \$25,000 in restricted funds applied to At-Post Troopers line in conjunction with veto of this section.

Sec. 263. Assistance to City of Highland Park (New)

Requires Department to provide general law enforcement assistance to the City of Highland Park until such services can be provided to the city by other means.

Sec. 303. Information Technology - User Fees (New)

Provides that funds appropriated for Information Technology be paid as user fees to Department of Information Technology, subject to an interagency agreement.

Sec. 304. Information Technology - Work Projects (New)

States that funds appropriated for Information Technology may be designated as work projects under Management and Budget Act.

Sec. 307. Access to Probation Information

Replaces current-year section requiring a feasibility study on providing law enforcement officers with access to probation information with language requiring placement of such information on the Law Enforcement Information Network, as well as submission to subcommittees of any amendments to statute necessary to accomplish this goal.

Sec. 401. Secondary Road Patrol and Training Fund

Replaces current-year section granting Department receive-and-expend authority for Secondary Road Patrol and Training Fund revenue with language requiring quarterly reports on fund collections—including comparisons to grant distribution, appropriation, and expenditure levels.

Major Boilerplate Changes from FY 2001-02:

Secs. 503 and 1303. Fee-Related Restricted Revenue

Excludes language to appropriate \$2.8 million in restricted funds if Senate Bill 928 is enacted (Sec. 503) and \$250,000 in restricted funds if Senate Bills 425 and 929 are enacted (Sec. 1303). Referenced bills have all been enacted. (See Item 16 above.)

Sec. 701. Grant to City of Detroit - VETOED

Appropriates GF/GP grant at current-year level (\$431,400 for crime lab; \$289,700 for special events account) if tax on cigarettes is increased by 30 cents per pack or more by September 30, 2002—incorporating versions of both current-year language requiring an annual report and language stating legislative intent that city's crime lab become accredited by American Society of Crime Laboratory Directors and qualified to input data into Combined DNA Identification System within three years. Subsequent veto eliminates appropriation despite enactment of cigarette tax increase.

Sec. 703. Evidence Collection by Health Care Providers

Replaces current-year language requiring study on evidence collection by health care providers in sexual assault cases with language requiring Department to work with various health organizations to ensure that specified evidence collection recommendations are followed.

Sec. 802. Community Policing

Removes section providing for implementation and update of community policing curriculum.

Sec. 902. Fire Fighter Training

Excludes section allocating \$400,000 for fire fighter training programs provided by the Michigan State University School of Labor and Industrial Relations (see Item 4 above).

Sec. 1101. Alcohol Check Lanes

Removes section prohibiting expenditure of funds for alcohol check lanes.

Sec. 1102. Maximum Number of Troopers

Removes section stating legislative intent for Department to maintain maximum number of troopers from funds appropriated.

Sec. 1202. Aeronautics Safety Officer - VETOED

Requires Department to fund 1/3 the cost of an aeronautics safety officer position within the Department of Transportation; subsequently vetoed. Negative adjustment of \$21,000 in restricted funds applied to Aviation Program line in conjunction with veto of this section.

Sec. 1203. Recovery Boats (New)

Requires Department to station at least one recovery boat within the Upper Peninsula.

Sec. 1302. Licensing Fee Revenue

Grants Department receive-and-expend authority for private security guard and detective licensing fee revenue.

Sec. 1303 and 503. Fee-Related Restricted Revenue

Excludes language to appropriate \$2.8 million in restricted funds if Senate Bill 928 is enacted (Sec. 503) and \$250,000 in restricted funds if Senate Bills 425 and 929 are enacted (Sec. 1303). Referenced bills have all been enacted. (See Item 16 above.)

Sec. 1401. School Bus Inspections

Replaces current-year language providing for annual inspection of school buses in state with language requiring a report on such inspections conducted in calendar year 2002 under statutory requirements. Retains existing language requiring certificates to be awarded to school systems with 100% successful inspections.

Sec. 1402. Motor Carrier Enforcement (New)

Expresses legislative intent that funds appropriated for Motor Carrier Enforcement Division be used to the maximum extent possible and requires a report on the allocation of funds appropriated for the division.